



FAIR POLITICAL PRACTICES COMMISSION

428 J Street • Suite 620 • Sacramento, CA 95814-2329
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September 9, 2009

Liane Randolph
Pillsbury Winthrop Shaw Pittman LLP

REDACTED

Re: FPPC No. 05/389, Arnold Schwarzenegger

Dear Ms. Randolph:

On July 19, 2005, the Enforcement Division received a complaint alleging that Governor Arnold Schwarzenegger (hereafter the "Governor") violated the gift, honoraria, conflict of interest, and behested payment provisions of the Political Reform Act. The allegations concerned the business relationships between the Governor, Oak Productions, Inc., Weider Productions, LLC, which publishes sports magazines, and Weider's parent company, American Media, Inc.

The complaint alleged that payments the Governor received through Oak Productions, Inc. from Weider Productions, LLC or American Media, Inc. were prohibited honoraria or gifts under the Act, or were a disqualifying source of income for conflict of interest purposes. Further, the complaint alleged that a payment, which American Media Inc. made to the Governor's charitable organization, the Governor's Council on Physical Fitness, was a behested payment that was not properly reported.

This letter is to advise the Governor that we have completed our review of the foregoing allegations and found no violation of the Act. We have therefore closed our file.

If you have any questions, please contact me at (916) 322-5785.

Sincerely,

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Roman G. Porter
Executive Director